



QUARTERLY STATEMENT

AS OF SEPTEMBER 30, 2008  
OF THE CONDITION AND AFFAIRS OF THE

Pro Care Health Plan, Inc.

NAIC Group Code	0000	0000	NAIC Company Code	11081	Employer's ID Number	38-3295207
	(Current Period)	(Prior Period)				
Organized under the Laws of	Michigan			State of Domicile or Port of Entry	Michigan	
Country of Domicile	United States					
Licensed as business type:	Life, Accident & Health [ ]		Property/Casualty [ ]		Hospital, Medical & Dental Service or Indemnity [ ]	
	Dental Service Corporation [ ]		Vision Service Corporation [ ]		Health Maintenance Organization [ X ]	
	Other [ ]		Is HMO, Federally Qualified? Yes [ ] No [ X ]			
Incorporated/Organized	09/29/1995		Commenced Business		12/19/2000	
Statutory Home Office	3968 Mount Elliott			Detroit, MI 48207		
	(Street and Number)			(City, State and Zip Code)		
Main Administrative Office	3968 Mount Elliott		Detroit, MI 48207		313-267-0300	
	(Street and Number)		(City or Town, State and Zip Code)		(Area Code) (Telephone Number)	
Mail Address	3968 Mt. Elliott St.			Detroit, MI 48207		
	(Street and Number or P.O. Box)			(City or Town, State and Zip Code)		
Primary Location of Books and Records	3968 Mount Elliott		Detroit, MI 48207		313-267-0307	
	(Street and Number)		(City, State and Zip Code)		(Area Code) (Telephone Number)	
Internet Website Address	www.Procarehp.com					
Statutory Statement Contact	Jassi S. Sachdev JD.			313-267-0307		
	(Name)			(Area Code) (Telephone Number) (Extension)		
	jsachdev@procarehp.com			313-925-0472		
	(E-Mail Address)			(Fax Number)		

OFFICERS

Name	Title	Name	Title
Augustine Kole-James, MD	President & CEO	Robin Cole, RN	Secretary
Deborah Hall-Turner, RN	Chief Operating Officer	Harold Montgomery, CPA	Treasurer

OTHER OFFICERS

Jaspinder Sachdev, JD	Chief Financial Officer		
-----------------------	-------------------------	--	--

DIRECTORS OR TRUSTEES

Augustine Kole-james, MD	Robin Cole, RN	Harold Montgomery, CPA	Catherine Riley
Elizabeth Williams			

State of Michigan  
County of Wayne ss

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

Augustine Kole-James, MD President & CEO	Jaspinder Sachdev, JD CFO	Robin Cole, RN Secretary
Subscribed and sworn to before me this day of , 2008		a. Is this an original filing? Yes [ X ] No [ ]
		b. If no, 1. State the amendment number
		2. Date filed
		3. Number of pages attached

ASSETS

	Current Statement Date			4  December 31 Prior Year Net Admitted Assets
	1  Assets	2  Nonadmitted Assets	3  Net Admitted Assets (Cols. 1 - 2)	
1. Bonds .....			0	0
2. Stocks:				
2.1 Preferred stocks .....			0	0
2.2 Common stocks .....	0		0	0
3. Mortgage loans on real estate:				
3.1 First liens .....			0	0
3.2 Other than first liens .....			0	0
4. Real estate:				
4.1 Properties occupied by the company (less \$ ..... encumbrances) .....			0	0
4.2 Properties held for the production of income (less \$ ..... encumbrances) .....	168,893		168,893	570,660
4.3 Properties held for sale (less \$ ..... encumbrances) .....			0	0
5. Cash (\$ .....272,628 ), cash equivalents (\$ .....828,074 ) and short-term investments (\$ .....730,449 ) .....	1,831,151		1,831,151	1,198,952
6. Contract loans, (including \$ .....premium notes)			0	0
7. Other invested assets .....	0	0	0	0
8. Receivables for securities .....			0	0
9. Aggregate write-ins for invested assets .....	18,832	0	18,832	0
10. Subtotals, cash and invested assets (Lines 1 to 9) .....	2,018,876	0	2,018,876	1,769,612
11. Title plants less \$ .....charged off (for Title insurers only) .....			0	0
12. Investment income due and accrued .....	8,000	3,500	4,500	41,210
13. Premiums and considerations:				
13.1 Uncollected premiums and agents' balances in the course of collection .....			0	0
13.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ .....earned but unbilled premiums) .....			0	0
13.3 Accrued retrospective premiums .....			0	0
14. Reinsurance:				
14.1 Amounts recoverable from reinsurers .....			0	0
14.2 Funds held by or deposited with reinsured companies .....			0	0
14.3 Other amounts receivable under reinsurance contracts .....			0	0
15. Amounts receivable relating to uninsured plans .....			0	0
16.1 Current federal and foreign income tax recoverable and interest thereon .....			0	0
16.2 Net deferred tax asset .....			0	0
17. Guaranty funds receivable or on deposit .....			0	0
18. Electronic data processing equipment and software .....	24,991		24,991	5,751
19. Furniture and equipment, including health care delivery assets (\$ ..... ) .....	29,687	29,687	0	0
20. Net adjustment in assets and liabilities due to foreign exchange rates .....			0	0
21. Receivables from parent, subsidiaries and affiliates .....	54,374		54,374	0
22. Health care (\$ ..... ) and other amounts receivable .....			0	0
23. Aggregate write-ins for other than invested assets .....	0	0	0	0
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 to 23) .....	2,135,928	33,187	2,102,741	1,816,573
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....			0	0
26. Total (Lines 24 and 25) .....	2,135,928	33,187	2,102,741	1,816,573
<b>DETAILS OF WRITE-INS</b>				
0901. SBT Receivable .....	1,076		1,076	0
0902. Dividends Receivable .....	803		803	0
0903. Building Sign .....	16,953		16,953	0
0998. Summary of remaining write-ins for Line 9 from overflow page .....	0	0	0	0
0999. Totals (Lines 0901 through 0903 plus 0998)(Line 9 above) .....	18,832	0	18,832	0
2301. Prepaid SBT .....			0	0
2302. ....				
2303. ....				
2398. Summary of remaining write-ins for Line 23 from overflow page .....	0	0	0	0
2399. Totals (Lines 2301 through 2303 plus 2398)(Line 23 above) .....	0	0	0	0

LIABILITIES, CAPITAL AND SURPLUS

	Current Period			Prior Year
	1 Covered	2 Uncovered	3 Total	4 Total
1. Claims unpaid (less \$ ..... reinsurance ceded)	444,347		444,347	.0
2. Accrued medical incentive pool and bonus amounts			.0	.0
3. Unpaid claims adjustment expenses	.8,800		.8,800	.0
4. Aggregate health policy reserves			.0	.0
5. Aggregate life policy reserves			.0	.0
6. Property/casualty unearned premium reserve			.0	.0
7. Aggregate health claim reserves			.0	.0
8. Premiums received in advance			.0	.0
9. General expenses due or accrued	99,979		99,979	130,424
10.1 Current federal and foreign income tax payable and interest thereon (including \$ ..... on realized gains (losses))	.0		.0	.0
10.2 Net deferred tax liability			.0	.0
11. Ceded reinsurance premiums payable			.0	.0
12. Amounts withheld or retained for the account of others			.0	.0
13. Remittances and items not allocated			.0	.0
14. Borrowed money (including \$ ..... current) and interest thereon \$ ..... (including \$ ..... current)			.0	.0
15. Amounts due to parent, subsidiaries and affiliates			.0	.0
16. Payable for securities			.0	.0
17. Funds held under reinsurance treaties with (\$ ..... authorized reinsurers and \$ ..... unauthorized reinsurers)			.0	.0
18. Reinsurance in unauthorized companies			.0	.0
19. Net adjustments in assets and liabilities due to foreign exchange rates			.0	.0
20. Liability for amounts held under uninsured plans			.0	.0
21. Aggregate write-ins for other liabilities (including \$ ..... current)	22,081	.0	22,081	35,075
22. Total liabilities (Lines 1 to 21)	575,207	.0	575,207	165,499
23. Aggregate write-ins for special surplus funds	XXX	XXX	.0	.0
24. Common capital stock	XXX	XXX	60,000	60,000
25. Preferred capital stock	XXX	XXX		.0
26. Gross paid in and contributed surplus	XXX	XXX	2,653,557	2,653,557
27. Surplus notes	XXX	XXX	.0	.0
28. Aggregate write-ins for other than special surplus funds	XXX	XXX	.0	.0
29. Unassigned funds (surplus)	XXX	XXX	(1,186,023)	(1,062,483)
30. Less treasury stock, at cost:				
30.1 ..... shares common (value included in Line 24) \$ ..... )	XXX	XXX		.0
30.2 ..... shares preferred (value included in Line 25) \$ ..... )	XXX	XXX		.0
31. Total capital and surplus (Lines 23 to 29 minus Line 30)	XXX	XXX	1,527,534	1,651,074
32. Total liabilities, capital and surplus (Lines 22 and 31)	XXX	XXX	2,102,741	1,816,573
DETAILS OF WRITE-INS				
2101. Property tax payable	22,081		22,081	35,075
2102. ....				
2103. ....				
2198. Summary of remaining write-ins for Line 21 from overflow page	.0	.0	.0	.0
2199. Totals (Lines 2101 thru 2103 plus 2198) (Line 21 above)	22,081	.0	22,081	35,075
2301. ....	XXX	XXX		
2302. ....	XXX	XXX		
2303. ....	XXX	XXX		
2398. Summary of remaining write-ins for Line 23 from overflow page	XXX	XXX	.0	.0
2399. Totals (Lines 2301 thru 2303 plus 2398) (Line 23 above)	XXX	XXX	.0	.0
2801. ....	XXX	XXX		
2802. ....	XXX	XXX		
2803. ....	XXX	XXX		
2898. Summary of remaining write-ins for Line 28 from overflow page	XXX	XXX	.0	.0
2899. Totals (Lines 2801 thru 2803 plus 2898) (Line 28 above)	XXX	XXX	.0	.0

STATEMENT OF REVENUE AND EXPENSES

	Current Year To Date		Prior Year To Date	Prior Year Ended December 31
	1 Uncovered	2 Total	3 Total	4 Total
1. Member Months.....	XXX	3,091	.0	.0
2. Net premium income (including \$ ..... non-health premium income).....	XXX	944,724	.0	(31,731)
3. Change in unearned premium reserves and reserve for rate credits .....	XXX		.0	.0
4. Fee-for-service (net of \$ ..... medical expenses) .....	XXX		.0	.0
5. Risk revenue .....	XXX		.0	.0
6. Aggregate write-ins for other health care related revenues .....	XXX	(42,565)	.0	.0
7. Aggregate write-ins for other non-health revenues .....	XXX	.0	.0	.0
8. Total revenues (Lines 2 to 7) .....	XXX	902,159	.0	(31,731)
<b>Hospital and Medical:</b>				
9. Hospital/medical benefits .....	.0	702,930	.0	.0
10. Other professional services .....	.0	9,404	.0	.0
11. Outside referrals .....			.0	.0
12. Emergency room and out-of-area .....	.0	56,065	.0	.0
13. Prescription drugs .....	.0	33,532	.0	.0
14. Aggregate write-ins for other hospital and medical.....	.0	.0	.0	.0
15. Incentive pool, withhold adjustments and bonus amounts.....			.0	.0
16. Subtotal (Lines 9 to 15) .....	.0	801,931	.0	.0
<b>Less:</b>				
17. Net reinsurance recoveries .....			.0	.0
18. Total hospital and medical (Lines 16 minus 17) .....	.0	801,931	.0	.0
19. Non-health claims (net).....			.0	.0
20. Claims adjustment expenses, including \$ ..... cost containment expenses.....	.0	14,450	.0	.0
21. General administrative expenses.....	.0	265,373	212,066	337,897
22. Increase in reserves for life and accident and health contracts including \$ ..... increase in reserves for life only).....			.0	.0
23. Total underwriting deductions (Lines 18 through 22) .....	.0	1,081,754	212,066	337,897
24. Net underwriting gain or (loss) (Lines 8 minus 23) .....	XXX	(179,595)	(212,066)	(369,628)
25. Net investment income earned .....	.0	14,971	(2,626)	10,008
26. Net realized capital gains (losses) less capital gains tax of \$.....0 .....		48,911	.0	.0
27. Net investment gains (losses) (Lines 25 plus 26) .....	.0	63,882	(2,626)	10,008
28. Net gain or (loss) from agents' or premium balances charged off [(amount recovered \$ ..... ) (amount charged off \$ ..... ) .....			.0	.0
29. Aggregate write-ins for other income or expenses .....	.0	.0	.0	.0
30. Net income or (loss) after capital gains tax and before all other federal income taxes (Lines 24 plus 27 plus 28 plus 29) .....	XXX	(115,713)	(214,692)	(359,620)
31. Federal and foreign income taxes incurred .....	XXX		.0	.0
32. Net income (loss) (Lines 30 minus 31) .....	XXX	(115,713)	(214,692)	(359,620)
<b>DETAILS OF WRITE-INS</b>				
0601. Provider tax (QAAP).....	XXX	(42,565)	.0	.0
0602. ....	XXX			
0603. ....	XXX			
0698. Summary of remaining write-ins for Line 6 from overflow page .....	XXX	.0	.0	.0
0699. Totals (Lines 0601 through 0603 plus 0698) (Line 6 above) .....	XXX	(42,565)	0	0
0701. ....	XXX			
0702. ....	XXX			
0703. ....	XXX			
0798. Summary of remaining write-ins for Line 7 from overflow page .....	XXX	.0	.0	.0
0799. Totals (Lines 0701 through 0703 plus 0798) (Line 7 above) .....	XXX	0	0	0
1401. ....				
1402. ....				
1403. ....				
1498. Summary of remaining write-ins for Line 14 from overflow page .....	.0	.0	.0	.0
1499. Totals (Lines 1401 through 1403 plus 1498) (Line 14 above) .....	0	0	0	0
2901. ....				
2902. ....				
2903. ....				
2998. Summary of remaining write-ins for Line 29 from overflow page .....	.0	.0	.0	.0
2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above) .....	0	0	0	0

STATEMENT OF REVENUE AND EXPENSES (Continued)

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year
CAPITAL AND SURPLUS ACCOUNT:			
33. Capital and surplus prior reporting year.....	1,651,074	2,000,452	2,000,452
34. Net income or (loss) from Line 32 .....	(115,713)	(214,692)	(359,620)
35. Change in valuation basis of aggregate policy and claim reserves .....		0	0
36. Change in net unrealized capital gains (losses) less capital gains tax of \$ .....		0	0
37. Change in net unrealized foreign exchange capital gain or (loss) .....		0	0
38. Change in net deferred income tax .....		0	0
39. Change in nonadmitted assets .....	(7,827)	1,588	2,472
40. Change in unauthorized reinsurance .....	0	0	0
41. Change in treasury stock .....		0	0
42. Change in surplus notes .....	0	0	0
43. Cumulative effect of changes in accounting principles .....		0	0
44. Capital Changes:			
44.1 Paid in .....		0	0
44.2 Transferred from surplus (Stock Dividend) .....		0	0
44.3 Transferred to surplus .....		0	0
45. Surplus adjustments:			
45.1 Paid in .....		0	0
45.2 Transferred to capital (Stock Dividend) .....	0	0	0
45.3 Transferred from capital .....		0	0
46. Dividends to stockholders .....		0	0
47. Aggregate write-ins for gains or (losses) in surplus .....	0	7,770	7,770
48. Net change in capital & surplus (Lines 34 to 47) .....	(123,540)	(205,334)	(349,378)
49. Capital and surplus end of reporting period (Line 33 plus 48)	1,527,534	1,795,118	1,651,074
DETAILS OF WRITE-INS			
4701. Voided P/R CK.# 2141 related to 12 31 06.....		962	6,811
4702. Reversal of accrual P / R taxes related to 12 31 06.....		6,808	962
4703. Rounding error.....		0	(3)
4798. Summary of remaining write-ins for Line 47 from overflow page .....	0	0	0
4799. Totals (Lines 4701 through 4703 plus 4798) (Line 47 above)	0	7,770	7,770

CASH FLOW

	1 Current Year To Date	2 Prior Year Ended December 31
<b>Cash from Operations</b>		
1. Premiums collected net of reinsurance.....	944,724	(31,731)
2. Net investment income .....	14,971	10,008
3. Miscellaneous income .....	0	0
4. Total (Lines 1 to 3) .....	959,695	(21,723)
5. Benefits and loss related payments .....	357,584	0
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions .....	219,955	266,397
8. Dividends paid to policyholders .....	0	0
9. Federal and foreign income taxes paid (recovered) net of \$ ..... tax on capital gains (losses)	0	0
10. Total (Lines 5 through 9) .....	577,539	266,397
11. Net cash from operations (Line 4 minus Line 10) .....	382,156	(288,120)
<b>Cash from Investments</b>		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds .....	0	0
12.2 Stocks .....	0	0
12.3 Mortgage loans .....	0	0
12.4 Real estate .....	438,000	0
12.5 Other invested assets .....	0	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments .....	0	15,471
12.7 Miscellaneous proceeds .....	0	0
12.8 Total investment proceeds (Lines 12.1 to 12.7) .....	438,000	15,471
13. Cost of investments acquired (long-term only):		
13.1 Bonds .....	0	0
13.2 Stocks .....	0	0
13.3 Mortgage loans .....	0	0
13.4 Real estate .....	0	0
13.5 Other invested assets .....	250,000	0
13.6 Miscellaneous applications .....	0	0
13.7 Total investments acquired (Lines 13.1 to 13.6) .....	250,000	0
14. Net increase (or decrease) in contract loans and premium notes .....	0	0
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14) .....	188,000	15,471
<b>Cash from Financing and Miscellaneous Sources</b>		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes .....	0	0
16.2 Capital and paid in surplus, less treasury stock.....	0	0
16.3 Borrowed funds .....	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities .....	0	0
16.5 Dividends to stockholders .....	0	0
16.6 Other cash provided (applied).....	62,043	(14,711)
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6) .....	62,043	(14,711)
<b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>		
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17) .....	632,199	(287,360)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year.....	1,198,952	1,486,312
19.2 End of period (Line 18 plus Line 19.1) .....	1,831,151	1,198,952

STATEMENT AS OF SEPTEMBER 30, 2008 OF THE Pro Care Health Plan, Inc.

EXHIBIT OF PREMIUMS, ENROLLMENT AND UTILIZATION										
	1  Total	Comprehensive (Hospital & Medical)		4  Medicare Supplement	5  Vision Only	6  Dental Only	7  Federal Employees Health Benefit Plan	8  Title XVIII Medicare	9  Title XIX Medicaid	10  Other
		2  Individual	3  Group							
Total Members at end of:										
1. Prior Year .....	.0	.0	.0	.0	.0	.0	.0	.0	.0	.0
2 First Quarter .....	187	.0	.0	.0	.0	.0	.0	.0	187	.0
3 Second Quarter .....	427	.0	.0	.0	.0	.0	.0	.0	427	.0
4. Third Quarter .....	652								652	
5. Current Year	.0									
6 Current Year Member Months	3,091								3,091	
Total Member Ambulatory Encounters for Period:										
7. Physician .....	88								88	
8. Non-Physician .....	679								679	
9. Total	767	.0	.0	.0	.0	.0	.0	.0	767	.0
10. Hospital Patient Days Incurred	47								47	
11. Number of Inpatient Admissions	14								14	
12. Health Premiums Written .....	979,125								979,125	
13. Life Premiums Direct.....	.0									
14. Property/Casualty Premiums Written .....	979,125								979,125	
15. Health Premiums Earned .....	.0									
16. Property/Casualty Premiums Earned .....	.0									
17. Amount Paid for Provision of Health Care Services .....	357,584								357,584	
18. Amount Incurred for Provision of Health Care Services	801,931								801,931	

(a) For health premiums written: amount of Medicare Title XVIII exempt from state taxes or fees \$ .....

∞

∞

∞



UNDERWRITING AND INVESTMENT EXHIBIT  
ANALYSIS OF CLAIMS UNPAID - PRIOR YEAR - NET OF REINSURANCE

Line of Business	Claims Paid Year to Date		Liability End of Current Quarter		5  Claims Incurred in Prior Years (Columns 1 + 3)	6  Estimated Claim Reserve and Claim Liability Dec. 31 of Prior Year
	1  On Claims Incurred Prior to January 1 of Current Year	2  On Claims Incurred During the Year	3  On Claims Unpaid Dec. 31 of Prior Year	4  On Claims Incurred During the Year		
1. Comprehensive (hospital & medical) .....					.0	.0
2. Medicare Supplement .....					.0	.0
3. Dental Only .....					.0	.0
4. Vision Only .....					.0	.0
5. Federal Employees Health Benefits Plan .....					.0	.0
6. Title XVIII - Medicare .....					.0	.0
7. Title XIX - Medicaid .....		357,584		444,347	.0	.0
8. Other Health .....					.0	.0
9. Health Subtotal (Lines 1 to 8).....	.0	357,584	.0	444,347	.0	.0
10. Healthcare receivables (a) .....					.0	.0
11. Other non-health .....					.0	.0
12. Medical incentive pools and bonus amounts .....					.0	.0
13. Totals	0	357,584	0	444,347	0	0

(a) Excludes \$ ..... loans and advances to providers not yet expensed.

## NOTES TO FINANCIAL STATEMENTS

### NOTES TO FINANCIAL STATEMENTS

#### 1. Summary of Significant Accounting Policies

The financial statements of Pro Care Health Plan, Inc. have been completed in accordance with the NAIC Accounting Practices and Procedures manual except for items prescribed or permitted by the State of Michigan, Office of Financial and Insurance Regulations.

The presentation of the financial statements in conformity with the NAIC Accounting Practices manual, requires management to make estimate and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported revenue and expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash equivalents: Short-term Investments with maturity of three months or less at the time of purchase are reported as Cash equivalents. Short-term investments consist of Exempt Money Market Mutual funds and Certificate of Deposits with maturity of one year or less at the purchase date are stated at amortized cost less any valuation allowance and non-admitted amounts.

Equipment is stated at depreciated cost. Depreciation is determined by the straight-line method over the estimated useful life of the asset. Properties held for the production of income are stated at depreciated cost less encumbrances. These properties were appraised as of November 8, 2006 property by property basis. Impairment loss of \$45,267 has been written off permanently to reflect the new cost basis. Additionally, in Quarter 2 & 3, 2008, the Plan sold two properties owned by it to its affiliate Pro Care Plus, Inc. with realized gain of \$48,911. Affiliate transactions disclosure form D had been filed with OFIR by the Plan before their prior approval. Leasehold improvements are stated at cost less amortization and non-admitted assets.

The Plan was approved for expansion of service area for Medicaid Managed Care, Wayne County in November 2007 and assigned Medicaid membership on a voluntary basis in December 2007. None of this membership, however, was in place as of 12/31/07. Pro Care got its first members effective January 2008.

Medical claims liability consists of unpaid medical claims and other obligations resulting from the provision of health care services. The liabilities include claims reported as of the balance sheet date as well as estimates for claims incurred but not reported. As of end of the third quarter ProCare has \$444,347 Claims unpaid and the \$8,800 Unpaid Claims adjustment expenses.

#### 2. Accounting Changes and Correction of Errors

Not applicable.

#### 3. Business Combinations and Goodwill

Not applicable

#### 4. Discontinued Operations

Not applicable

#### 5. Investments. (Mortgage Loans, Debt Restructuring, Reverse Mortgages, Loan-Backed Securities and Repurchase Agreements and Real Estate.)

Not applicable

#### 6. Joint Ventures, Partnerships and Limited Liability Companies

Not applicable

NOTES TO FINANCIAL STATEMENTS

7. Investment Income

Not applicable

8. Derivative Instruments

Not applicable

9. Income Taxes

Not applicable

10. Information Concerning Parent, Subsidiaries and Affiliates

ProCare signed a contractual agreement to provide management services to its affiliate, ProCare Plus, Inc in the year 2004. As such, the Plan received year-to-date management revenue of \$509,640. The Plan recorded this amount against General administrative expenses in the statement of revenue and expenses line 21. Completed form D had been submitted to Office of Financial and Insurance Regulation and approved by the Commissioner.

11. Debt

Not applicable

12. Retirement Plans, Deferred Compensation, Post-employment Benefits and Compensated Absences and Other Post retirement Benefit Plans

Not applicable

13. Capital and Surplus, Shareholder’s Dividend Restrictions and Quasi-Reorganizations

The Plan has 60,000, authorized, issued, and outstanding shares with Par Value of \$1.00. Unassigned funds have been decreased by net loss of (\$120,604) and the decrease in net non-admitted assets of (\$7,827).

14. Contingencies

Not applicable

15. Leases

Pro Care owns property that is leased to Professional Medical Center and the lease period is two (2) years and the leases contain renewal options. Pro Care is responsible for the payment of property taxes, insurance and maintenance costs related to the leased property.

Pro Care also leases office space from its affiliate Pro Care Plus, Inc. at a monthly rent of \$3,000. Lease payments and Income under the leases are as follows:

	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
Rental Expense	\$ 26,210	24,000	24,000	24,000
Rental Income	47,500	66,000	66,000	84,350

16. Information about Financial Instruments with Off-Balance Sheet risk and Financial Instruments with Concentrations of Credit Risk

Not applicable

## NOTES TO FINANCIAL STATEMENTS

**17. Sales, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities**

Not applicable

**18. Gain or Loss to the Reporting Entity from Uninsured Plans and the Uninsured Portion of Partially Insured Plans**

Not applicable

**19. Direct Premium Written/Produced by Managing General Agents/ Third Party Administrators**

Not applicable

**20. Other Items**

A. Extraordinary Items

Not applicable

B. Troubled Debt Restructuring: Debtors

Not applicable

C. Other Disclosures

The Plan started writing business in January 2008. Therefore, the Plan is working on adding Adult enrollee Board Members to its Board..

D. Not applicable

E. Business Interruption Insurance Recoveries.

Not applicable

F. State Transferable Tax Credits.

Not applicable

G. A reporting entity should disclose the aggregate amount of deposits admitted under section 6603 of the Internal Revenue Service Code.

Not applicable

H. Hybrid Securities.

Not applicable

## NOTES TO FINANCIAL STATEMENTS

### **21. Events Subsequent**

The Plan was approved for expansion of services area for Medicaid Manged Care, Wayne County in November 2007 and assigned Medicaid membership on a voluntary basis in December 2007. None of this membership, however, was in place as of 12/31/2007. Pro Care got its first members effective January 2008.

### **22. Reinsurance**

Non-applicable.

### **23. Retrospectively Rated Contracts & Contracts Subject to Re-determination**

Not applicable

### **24. Change in Incurred Claims and Claim Adjustment Expenses.**

Not applicable.

### **25. Inter-Company Pooling Arrangement .**

Not applicable

### **26. Structured Settlements.**

Not applicable

### **27. Health Care Receivable**

Not applicable

### **28. Participating Policies.**

Not applicable.

### **29. Premium Deficiency Reserves.**

Not applicable.

### **30. Anticipated Salvage and Subrogation.**

Not applicable.

GENERAL INTERROGATORIES

(Responses to these interrogatories should be based on changes that have occurred since the prior year end unless otherwise noted.)

PART 1 - COMMON INTERROGATORIES  
GENERAL

- 1.1

Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act?

Yes ☐ No ☒
- 1.2

If yes, has the report been filed with the domiciliary state?

Yes ☐ No ☒
- 2.1

Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity?

Yes ☐ No ☒
- 2.2

If yes, date of change:
3.

Have there been any substantial changes in the organizational chart since the prior quarter end?

Yes ☐ No ☒

If yes, complete the Schedule Y - Part 1 - organizational chart.
- 4.1

Has the reporting entity been a party to a merger or consolidation during the period covered by this statement?

Yes ☐ No ☒
- 4.2

If yes, provide the name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1	2	3
Name of Entity	NAIC Company Code	State of Domicile

5.

If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved?

Yes ☐ No ☒ NA ☐

If yes, attach an explanation.
- 6.1

State as of what date the latest financial examination of the reporting entity was made or is being made.

12/31/2004
- 6.2

State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released.

12/31/2004
- 6.3

State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date).

06/27/2006
- 6.4

By what department or departments?

Office of Financial and Insurance Regulation
- 6.5

Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments?

Yes ☒ No ☐ NA ☐
- 6.6

Have all of the recommendations within the latest financial examination report been complied with?

Yes ☒ No ☐ NA ☐
- 7.1

Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period?

Yes ☐ No ☒
- 7.2

If yes, give full information:
- 8.1

Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board?

Yes ☐ No ☒
- 8.2

If response to 8.1 is yes, please identify the name of the bank holding company.
- 8.3

Is the company affiliated with one or more banks, thrifts or securities firms?

Yes ☐ No ☒
- 8.4

If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Office of Thrift Supervision (OTS), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.]

1	2	3	4	5	6	7
Affiliate Name	Location (City, State)	FRB	OCC	OTS	FDIC	SEC

GENERAL INTERROGATORIES

- 9.1

Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards?.....

Yes [X] No [ ]
- (a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
- (b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
- (c) Compliance with applicable governmental laws, rules and regulations;
- (d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
- (e) Accountability for adherence to the code.
- 9.11

If the response to 9.1 is No, please explain:

.....
- 9.2

Has the code of ethics for senior managers been amended?.....

Yes [ ] No [X]
- 9.21

If the response to 9.2 is Yes, provide information related to amendment(s).

.....
- 9.3

Have any provisions of the code of ethics been waived for any of the specified officers?.....

Yes [ ] No [X]
- 9.31

If the response to 9.3 is Yes, provide the nature of any waiver(s).

.....

FINANCIAL

- 10.1

Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement?.....

Yes [X] No [ ]
- 10.2

If yes, indicate any amounts receivable from parent included in the Page 2 amount:.....\$ .....

54,374

INVESTMENT

- 11.1

Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) .....

Yes [ ] No [X]
- 11.2

If yes, give full and complete information relating thereto:

.....
12.

Amount of real estate and mortgages held in other invested assets in Schedule BA: .....

\$ .....
13.

Amount of real estate and mortgages held in short-term investments: .....

\$ .....
- 14.1

Does the reporting entity have any investments in parent, subsidiaries and affiliates? .....

Yes [ ] No [X]
- 14.2

If yes, please complete the following:
- 1

Prior Year-End  
Book/Adjusted  
Carrying Value

2

Current Quarter  
Book/Adjusted  
Carrying Value
- 14.21

Bonds .....

\$ .....

\$ .....
- 14.22

Preferred Stock .....

\$ .....

\$ .....
- 14.23

Common Stock .....

\$ .....

\$ .....
- 14.24

Short-Term Investments .....

\$ .....

\$ .....
- 14.25

Mortgage Loans on Real Estate .....

\$ .....

\$ .....
- 14.26

All Other .....

\$ .....

\$ .....
- 14.27

Total Investment in Parent, Subsidiaries and Affiliates (Subtotal  
Lines 14.21 to 14.26).....

\$ .....0

\$ .....0
- 14.28

Total Investment in Parent included in Lines 14.21 to 14.26 above ....

\$ .....

\$ .....
- 15.1

Has the reporting entity entered into any hedging transactions reported on Schedule DB? .....

Yes [ ] No [X]
- 15.2

If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? .....

Yes [ ] No [ ]

If no, attach a description with this statement.

GENERAL INTERROGATORIES

16. Excluding items in Schedule E, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 3, III Conducting Examinations, G - Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? .....

Yes [X] No [ ]

16.1 For all agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

1 Name of Custodian(s)	2 Custodian Address
Comerica Bank, Trust Division.....	411 West Lafayette, Detroit, MI. 48226.....

16.2 For all agreements that do not comply with the requirements of the NAIC Financial Condition Examiners Handbook, provide the name, location and a complete explanation:

1 Name(s)	2 Location(s)	3 Complete Explanation(s)

16.3 Have there been any changes, including name changes in the custodian(s) identified in 16.1 during the current quarter? .....

Yes [ ] No [X]

16.4 If yes, give full and complete information relating thereto:

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason

16.5 Identify all investment advisors, brokers/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

1 Central Registration Depository	2 Name(s)	3 Address
Comerica Bank, Trust Division..	Lessly, Coffee.....	411 West Lafayette, Detroit, MI. 48226.....

17.1 Have all the filing requirements of the *Purposes and Procedures Manual* of the NAIC Securities Valuation Office been followed? .....

Yes [X] No [ ]

17.2 If no, list exceptions:

.....



## STATEMENT AS OF SEPTEMBER 30, 2008 OF THE Pro Care Health Plan, Inc.

# SCHEDULE S - CEDED REINSURANCE

Showing All New Reinsurance Treaties - Current Year to Date

[illegible]

SCHEDULE T - PREMIUMS AND OTHER CONSIDERATIONS

Current Year to Date - Allocated by States and Territories									
States, Etc.	1  Active Status	Direct Business Only							
		2  Accident & Health Premiums	3  Medicare Title XVIII	4  Medicaid Title XIX	5  Federal Employees Health Benefit Program Premiums	6  Life & Annuity Premiums & Other Considerations	7  Property/ Casualty Premiums	8  Total Columns 2 Through 7	9  Deposit-Type Contracts
1. Alabama .....	AL							.0	
2. Alaska .....	AK							.0	
3. Arizona .....	AZ							.0	
4. Arkansas .....	AR							.0	
5. California .....	CA							.0	
6. Colorado .....	CO							.0	
7. Connecticut .....	CT							.0	
8. Delaware .....	DE							.0	
9. District of Columbia .....	DC							.0	
10. Florida .....	FL							.0	
11. Georgia .....	GA							.0	
12. Hawaii .....	HI							.0	
13. Idaho .....	ID							.0	
14. Illinois .....	IL							.0	
15. Indiana .....	IN							.0	
16. Iowa .....	IA							.0	
17. Kansas .....	KS							.0	
18. Kentucky .....	KY							.0	
19. Louisiana .....	LA							.0	
20. Maine .....	ME							.0	
21. Maryland .....	MD							.0	
22. Massachusetts .....	MA							.0	
23. Michigan .....	MI	L		979,125				979,125	
24. Minnesota .....	MN							.0	
25. Mississippi .....	MS							.0	
26. Missouri .....	MO							.0	
27. Montana .....	MT							.0	
28. Nebraska .....	NE							.0	
29. Nevada .....	NV							.0	
30. New Hampshire .....	NH							.0	
31. New Jersey .....	NJ							.0	
32. New Mexico .....	NM							.0	
33. New York .....	NY							.0	
34. North Carolina .....	NC							.0	
35. North Dakota .....	ND							.0	
36. Ohio .....	OH							.0	
37. Oklahoma .....	OK							.0	
38. Oregon .....	OR							.0	
39. Pennsylvania .....	PA							.0	
40. Rhode Island .....	RI							.0	
41. South Carolina .....	SC							.0	
42. South Dakota .....	SD							.0	
43. Tennessee .....	TN							.0	
44. Texas .....	TX							.0	
45. Utah .....	UT							.0	
46. Vermont .....	VT							.0	
47. Virginia .....	VA							.0	
48. Washington .....	WA							.0	
49. West Virginia .....	WV							.0	
50. Wisconsin .....	WI							.0	
51. Wyoming .....	WY							.0	
52. American Samoa .....	AS							.0	
53. Guam .....	GU							.0	
54. Puerto Rico .....	PR							.0	
55. U.S. Virgin Islands .....	VI							.0	
56. Northern Mariana Islands .....	MP							.0	
57. Canada .....	CN							.0	
58. Aggregate Other Alien .....	OT	XXX	.0	.0	.0	.0	.0	.0	.0
59. Subtotal .....	XXX	.0	.0	979,125	.0	.0	.0	979,125	.0
60. Reporting entity contributions for Employee Benefit Plans .....	XXX							.0	
61. Total (Direct Business)	(a) 1	0	0	979,125	0	0	0	979,125	0
DETAILS OF WRITE-INS									
5801. ....	XXX								
5802. ....	XXX								
5803. ....	XXX								
5898. Summary of remaining write-ins for Line 58 from overflow page .....	XXX	.0	.0	.0	.0	.0	.0	.0	.0
5899. Totals (Lines 5801 through 5803 plus 5898) (Line 58 above) .....	XXX	0	0	0	0	0	0	0	0

(a) Insert the number of L responses except for Canada and other Alien.

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP  
PART 1 - ORGANIZATIONAL CHART

Augustine Kole-James, MD, Pharm.D.

Sole shareholder Pro Care Health Plan, Inc. For profit Michigan Corporation	Sole Shareholder Pro Care Plus, Inc. For Profit Michigan Corporation	Sole shareholder Professional Medical Center Michigan professional Corporation	General Partner AREWA FLP Michigan Partner
---	--	--	--

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of **NO** to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplemental is required of your company but is not being filed for whatever reason enter **SEE EXPLANATION** and provide an explanation following the interrogatory questions.

RESPONSE

1. Will the Medicare Part D Coverage Statement be filed with the state of domicile and the NAIC with this statement?

.....NO.....

Explanation:

1.Business not written.

Bar Code:

1.



11081200836500003

---

**OVERFLOW PAGE FOR WRITE-INS**

---

SCHEDULE A - VERIFICATION

Real Estate

	1	2
	Year to Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....	570,660	570,660
2. Cost of acquired:		
2.1 Actual cost at time of acquisitions .....		
2.2 Additional investment made after acquisitions .....		
3. Current year change in encumbrances .....		
4. Total gain (loss) on disposals .....	48,910	.0
5. Deduct amounts received on disposals .....	438,000	.0
6. Total foreign exchange change in book/adjusted carrying value .....		.0
7. Deduct current year's other than temporary impairment recognized .....		
8. Deduct current year's depreciation .....	12,677	
9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8) .....	168,893	570,660
10. Deduct total nonadmitted amount .....		.0
11. Statement value at end of current period (Line 9 minus Line 10) .....	168,893	570,660

SCHEDULE B – VERIFICATION

Mortgage Loans

	1	2
	Year to Date	Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest at December 31 of prior year .....	.0	.0
2. Cost of acquired:		
2.1 Actual cost at time of acquisitions .....		.0
2.2 Additional investment made after acquisitions .....		.0
3. Capitalized deferred interest and other .....		
4. Accrual of discount .....		
5. Unrealized valuation increase (decrease) .....		
6. Total gain (loss) on disposals .....		.0
7. Deduct amounts received on disposals .....		.0
8. Deduct amortization of premium and mortgage interest points and commitment fees .....		
9. Total foreign exchange change in book value/recorded investment excluding accrued interest .....		
10. Deduct current year's other than temporary impairment recognized .....		.0
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10) .....	.0	.0
12. Deduct total nonadmitted accounts .....		.0
13. Statement value at end of current period (Line 11 minus Line 12) .....	0	0

SCHEDULE BA – VERIFICATION

Other Long Term Invested Assets

	1	2
	Year to Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....	.0	.0
2. Cost of acquired:		
2.1 Actual cost at time of acquisitions .....		.0
2.2 Additional investment made after acquisitions .....		.0
3. Capitalized deferred interest and other .....		
4. Accrual of discount .....		.0
5. Unrealized valuation increase (decrease) .....		
6. Total gain (loss) on disposals .....		.0
7. Deduct amounts received on disposals .....		.0
8. Deduct amortization of premium and depreciation .....		.0
9. Total foreign exchange change in book/adjusted carrying value .....		.0
10. Deduct current year's other than temporary impairment recognized .....		
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10) .....	.0	.0
12. Deduct total nonadmitted amounts .....		.0
13. Statement value at end of current period (Line 11 minus Line 12) .....	0	0

SCHEDULE D – VERIFICATION

Bonds and Stocks

	1	2
	Year to Date	Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year .....	.0	.0
2. Cost of bonds and stocks acquired .....		.0
3. Accrual of discount .....		.0
4. Unrealized valuation increase (decrease) .....		.0
5. Total gain (loss) on disposals .....		.0
6. Deduct consideration for bonds and stocks disposed of .....		.0
7. Deduct amortization of premium .....		.0
8. Total foreign exchange change in book/adjusted carrying value .....		.0
9. Deduct current year's other than temporary impairment recognized .....		
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) .....	.0	.0
11. Deduct total nonadmitted amounts .....		.0
12. Statement value at end of current period (Line 10 minus Line 11) .....	0	0

SCHEDULE D - PART 1B

Showing the Acquisitions, Dispositions and Non-Trading Activity  
During the Current Quarter for all Bonds and Preferred Stock by Rating Class

	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. Class 1 (a).....	.0				.0	.0	.0	.0
2. Class 2 (a).....	.0				.0	.0	.0	.0
3. Class 3 (a).....	.0				.0	.0	.0	.0
4. Class 4 (a).....	.0				.0	.0	.0	.0
5. Class 5 (a).....	.0				.0	.0	.0	.0
6. Class 6 (a).....	0				0	0	0	0
7. Total Bonds	0	0	0	0	0	0	0	0
PREFERRED STOCK								
8. Class 1 .....	.0				.0	.0	.0	.0
9. Class 2 .....	.0				.0	.0	.0	.0
10. Class 3 .....	.0				.0	.0	.0	.0
11. Class 4 .....	.0				.0	.0	.0	.0
12. Class 5 .....	.0				.0	.0	.0	.0
13. Class 6 .....	0				0	0	0	0
14. Total Preferred Stock	0	0	0	0	0	0	0	0
15. Total Bonds and Preferred Stock	0	0	0	0	0	0	0	0

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$.....; NAIC 2 \$.....; NAIC 3 \$.....; NAIC 4 \$.....; NAIC 5 \$.....; NAIC 6 \$.....

SCHEDULE DA - PART 1

Short-Term Investments Owned End of Current Quarter					
	1	2	3	4	5
	Book/Adjusted Carrying Value	Par Value	Actual Cost	Interest Collected Year To Date	Paid for Accrued Interest Year To Date
8299999 Totals	730,449	XXX	730,449	2,939	2,939

SCHEDULE DA - VERIFICATION

Short-Term Investments		
	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	477,510	462,039
2. Cost of short-term investments acquired .....	250,000	0
3. Accrual of discount .....		
4. Unrealized valuation increase (decrease).....	2,939	15,471
5. Total gain (loss) on disposals.....		0
6. Deduct consideration received on disposals.....		0
7. Deduct amortization of premium.....		
8. Total foreign exchange change in book/adjusted carrying value.....		0
9. Deduct current year's other than temporary impairment recognized.....		
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	730,449	477,510
11. Deduct total nonadmitted amounts.....		0
12. Statement value at end of current period (Line 10 minus Line 11)	730,449	477,510



Schedule DB - Part F - Section 1

NONE

Schedule DB - Part F - Section 2

NONE

SCHEDULE E-VERIFICATION  
(Cash Equivalents)

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....		
2. Cost of cash equivalents.....	828,074	
3. Accrual of discount.....		
4. Unrealized valuation increase (decrease).....		
5. Total gain (loss) on disposals.....		
6. Deduct consideration received on disposals.....		
7. Deduct amortization of premium.....		
8. Total foreign exchange change in book/adjusted carrying value.....		
9. Deduct current year's other than temporary impairment recognized.....		
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	828,074	0
11. Deduct total nonadmitted amounts.....		
12. Statement value at end of current period (Line 10 minus Line 11)	828,074	0

**STATEMENT AS OF SEPTEMBER 30, 2008 OF THE Pro Care Health Plan, Inc.**

## SCHEDULE A - PART 2

**Showing All Real Estate ACQUIRED and Additions Made During the Current Quarter**

1	Location		4	5	6	7	8	9
Description of Property	2 City	3 State	Date Acquired	Name of Vendor	Actual Cost at Time of Acquisition	Amount of Encumbrances	Book/Adjusted Carrying Value Less Encumbrances	Additional Investment Made After Acquisition
				<div style="font-size: 48pt; font-weight: bold;">NONE</div>				
0399999 - Totals								

## SCHEDULE A - PART 3

**Showing All Real Estate DISPOSED During the Quarter, Including Payments During the Final Year on "Sales under Contract"**

[illegible]

Schedule B - Part 2

NONE

Schedule B - Part 3

NONE

Schedule BA - Part 2

NONE

Schedule BA - Part 3

NONE

Schedule D - Part 3

NONE

Schedule D - Part 4

NONE

Schedule DB - Part A - Section 1

NONE

Schedule DB - Part B - Section 1

NONE

Schedule DB - Part C - Section 1

NONE

Schedule DB - Part D - Section 1

NONE

**STATEMENT AS OF SEPTEMBER 30, 2008 OF THE Pro Care Health Plan, Inc.**

## SCHEDULE E - PART 1 - CASH

[illegible]

## SCHEDULE E - PART 2 - CASH EQUIVALENTS

[illegible]

E09